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STATE PLAN UNDER TITLE XIX OF THE SOCIAL SECURITY ACT

COLORADO State/Territory:

> Requirements for Third Party Liability -Payment of Claims

(d) (2) (3) Third Party Liability Thresholds and Guidelines

The state of Colorado has determined the most cost-effective method for seeking reimbursement from liable third parties is a combination of automated cost avoidance, intent to retract and manual benefit recovery.

A threshold amount of \$50.00 for health insurance and \$250.00 for casualty claims is used in determining whether to seek reimbursement from a liable third party.

Health insurance claims are accumulated by recipient, by liable third party by calendar year or until the threshold is achieved. Billings are initiated within 60 days of threshold achievement.

When a third party resource is identified, and retroactively loaded to third party files, an Intent To Retract Letter (ITR) is produced. The Medicaid provider has 60 days to respond.

Carrier billings for third party recoveries performed by the Fiscal Agent occur automatically through the MMIS. Resource types identified for billing; pregnant women, absent parents, and EPSDT.

Casualty claims are accumulated by recipient for 12 months or until the threshold is achieved. Recovery actions are initiated within 60 days of threshold achievement.